

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	72652	Agenda Number	28.
Meeting Date:	August 3, 2017			
Department:	Purchasing			
Subject				
<p>Authorize award and execution of a 24-month contract with FERGUSON ENTERPRISES INC. DBA FERGUSON WATERWORKS to provide polyvinyl chloride water and sewer pipes, in an estimated amount of \$260,240 with three 12-month extension options in an estimated amount of \$130,120 per extension option, for a total contract amount not to exceed \$650,600.</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$21,687 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Water. Funding for the remaining 22 months of the original contract period and extension options are contingent upon available funding in future budgets.</p>				
Fiscal Note				
<p>A fiscal note is not required.</p>				
Purchasing Language:	<p>The Purchasing Office issued an Invitation for Bids (IFB) GLB0057 for these goods on May 29, 2017 and it closed on June 13, 2017 with four offers received. The recommended offer is the lowest offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is not the current provider for these goods.</p>			
Prior Council Action:	<p>█</p>			
For More Information:	<p>Inquiries should be directed to the City Manager’s Agenda Office, at 512-974-2991 or Agenda.Office@ austintexas.gov</p> <p>NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquires to the solicitation’s Authorized Contact Person: Georgia Billela, at 512-974-2939 or Georgia.Billela@ austintexas.gov</p>			
Boards and Commission Action:	<p>July 12, 2017 – Recommended by the Water and Wastewater Commission on a 9-0 vote, with Commissioner Ho off the dais and Commissioner Penn absent.</p>			
Related Items:	<p>█</p>			

MBE / WBE:

This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contract is for polyvinyl chloride (PVC) water and sewer pipes for Austin Water. The Line Maintenance, Construction, and Field Services divisions use these pipes in water service installations and repairs. The contract will enable service crews to connect new customer accounts and repair existing customer line breaks. The PVC pipes are used for projects such as Hartford Waterline Project and Zilker Park Waterline Extensions and are stocked in the warehouse to be issued on an as-needed basis for repairs and maintenance, ensuring loss of service is kept at a minimum.

This contract replaces a current contract which expires on August 17, 2017. The average contract spend is \$166,000 per year. The variable demand of required PVC pipes and the lead time to receive the necessary items makes it essential to maintain stock in the warehouse.

If the City is unable to secure a contract, the repair of City water and sewer pipes would be affected and potentially impact the City's ability to provide water services to the citizens of Austin.

BID TABULATION

IFB GLB0057

PVC water and sewer pipes

9 Line Items

<u>Vendor Name</u>	<u>Total Bid Items</u>
Ferguson Enterprises dba Ferguson Waterworks	\$117,746.80
HD Supply Waterworks LTD.	\$121,033.58
KP Commercial	\$137,181.87
Techline Pipe	\$157,769.18

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#)

FERGUSON ENTERPRISES INC. DBA FERSUSON WATERWORKS				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	24	\$ 260,240	n/a	n/a
Extension Option 1	12	\$ 130,120	n/a	n/a
Extension Option 2	12	\$ 130,120	n/a	n/a
Extension Option 3	12	\$ 130,120	n/a	n/a
TOTAL	60	\$ 650,600	\$ -	\$ -